

STATE OF DELAWARE

PUBLIC SERVICE COMMISSION

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August 25, 2020

MEMORANDUM

TO: The Chairman and Members of the Commission

FROM: Jenny A. Board, Public Utility Analyst *5

SUBJECT: IN THE MATTER OF THE PROVISION OF STANDARD OFFER SUPPLY

TO RETAIL CONSUMERS IN THE SERVICE TERRITORY OF DELMARVA

POWER & LIGHT COMPANY

(FILED AUGUST 17, 2020) PSC DOCKET NO. 20-0536

On August 17, 2020, Delmarva filed with the Commission documents pertaining to the Request for Proposals and the Full Requirements Service Agreement for Standard Offer Supply (the "Filing") to change dates as well as make other changes to the documents regarding the upcoming Delmarva 2021 Standard Offer Service ("SOS") procurement cycle and process. The Filing contains documents with Delmarva's proposed changes to the SOS procurement process and includes six exhibits. Exhibit 1 is a summary of the 2021 SOS Procurement Improvement Process proposals. Exhibit 2 is the redlined "Delmarva Power & Light Company 2021 Request for Proposals for Full Requirements Wholesale Electric Power Supply in Delaware, Dated October 7, 2020" ("RFP"). Exhibit 3 is the clean version of the RFP. Exhibit 4 is the redlined version of the "2021 Full Requirements Service Agreement" ("FSA"). Exhibit 5 is the clean version of the FSA. Exhibit 6 is the Delmarva DE SOS Stakeholder List.

In the Filing, Delmarva requests that the Commission approve the following changes to the respective SOS procurement process documents. In the RFP (Exhibits 2 & 3) and FSA (Exhibits 4 & 5) edits were made to remove the word "facsimile" throughout the documents and replace it with email addresses.

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The second proposal in Section 3.1 of the RFP, Eligibility of Applicants, revises the prebid collateral requirement for suppliers who have a rated Guarantor that is unable to submit a Guaranty from \$400,000 to \$600,000, which is the same collateral requirement as that for unrated entities. Other administrative edits in the RFP were to revise key dates and update the peak load contribution (PLC) for all service classes.

In the third proposal (FSA Section 3.3) the Expansion Cost Recovery Charge (1730) and Credit (2730) are no longer being used by PJM and are removed from the Billing Line Items.

The fourth proposal (FSA Section 3.3 (d)) removes the paragraph pertaining to the posting of the estimated SOS load.

The fifth proposal (RFP Section 2.1 and FSA Article 7.1) adds language that conforms to the Commission's Order No. 9612 which grants the use of a proxy price for capacity for the two-year Residential and Small Commercial contracts for delivery year beginning June 1, 2022.

Another change to the RFP Section 2.6 added the customer restrictions that Plug-In Vehicle ("PIV") Residential customers cannot leave SOS since the approved tariff states that only SOS customers can participate in the PIV tariff.¹

Delmarva's proposed major changes were reviewed during the SOS Procurement Improvement Process webinar on August 5, 2020. No stakeholder raised any objections.

Staff reviewed the Filing with the proposed revisions to the FSA and the RFP as described above and found no issues and respectfully requests the Commission to approve.

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¹ Delmarva filed an amendment to this language on August 25, 2020.